Enabling Appropriations

Security Initiatives

Internal Reform, Workforce Adjustment and
General Salary Increases

Other Appropriations

Allowance for Losses and Expenditures Incurred by
Crown Corporations and Other Provincial Entities

Better Systems Initiative

Annual Report
2003-2004

Manitoba

105-00150/

Enabling Appropriations

Security Initiatives

Internal Reform, Workforce Adjustment and
General Salary Increases

Other Appropriations

Allowance for Losses and Expenditures Incurred by
Crown Corporations and Other Provincial Entities

Better Systems Initiative

Annual Report
2003-2004

Manitoba

MINISTER OF
FINANCE

Legislative Building
Winnipeg, Manitoba, CANADA
R3C 0V8

The Honourable John Harvard
Lieutenant-Governor of Manitoba
Room 235 Legislative Building
Winnipeg, MB R3C 0V8

May it Please Your Honour:

I have the privilege of presenting, for the information of Your Honour, the Annual Report covering various appropriations voted by the Legislature under the "Enabling Appropriations" and "Other Appropriations" service headings for the fiscal year ending March 31, 2004.

Respectfully submitted,

Honourable Greg Selinger
Minister of Finance

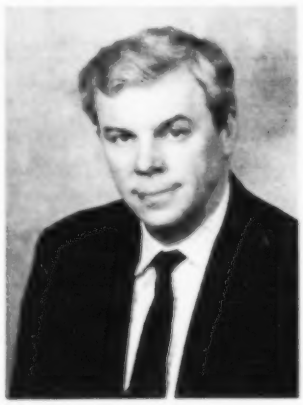

Table of Contents

Title	Page
Preface/Introduction	7
Part A – Operating Expenditure	9
Enabling Appropriations - Security Initiatives - Internal Reform, Workforce Adjustment and General Salary Increases	11
Other Appropriations - Allowance for Losses and Expenditures Incurred by Crown Corporations and Other Provincial Entities - Better Systems Initiative	13
Part B – Capital Investment	15
Internal Reform, Workforce Adjustment and General Salary Increases	17

Preface/Introduction

Enabling Appropriations

Enabling Appropriations is a collection of service headings that provide expenditure authority for programs that are delivered by a number of departments or other government units, where it is desirable to know the total amount allocated to the program, or where the allocation is not known at the time of printing of the estimates. These programs are not inter-related.

Funding voted under the enabling appropriations service headings is administered in two ways. Funding is allocated, as required, from enabling appropriations to departments or other government units responsible for program delivery. Approved expenditures are either charged directly to the appropriation in the delivery unit or in some situations, the departments recover expenditures incurred from an enabling appropriation. Authority to make allocations from enabling appropriations to program appropriations is granted to the Minister of Finance under section 33 of The Financial Administration Act (1997).

Other Appropriations

Other Appropriations is made up of a number of service headings that are not specific to any one department. Delivery departments or other government units are granted authority to either charge approved expenditures directly to the appropriation, or to recover expenditures from the appropriation. Therefore, all expenditures are reflected against the service heading. Again, these programs are not inter-related.

A number of these programs have separate reports or are included in the annual reports of departments that manage the service heading. This report includes only those programs that are not reported elsewhere. The following table identifies all of the programs included in Enabling Appropriations and Other Appropriations and where the annual report for each program can be found.

Enabling Appropriations

Canada-Manitoba Enabling Vote	reports of departments responsible for delivery of the individual agreements
Sustainable Development Innovations Fund	separate report
Justice Initiatives	report of Manitoba Justice
Security Initiatives	this report
Internal Reform, Workforce Adjustment and General Salary Increases	this report

Other Appropriations

Emergency Expenditures	report of Manitoba Industry, Economic Development and Mines
Allowance for Losses and Expenditures Incurred by Crown Corporations and Other Provincial Entities	this report
Red River Floodway Renewal Expansion	report of Manitoba Water Stewardship
Better Systems Initiative	this report

Capital Investment

Internal Reform, Workforce Adjustment and General Salary Increases	this report

PART A – OPERATING EXPENDITURE

Enabling Appropriations

Security Initiatives

This appropriation provides funding for implementation of various security initiatives with expenditure authority being transferred to departments on an as required basis. As a result, actual expenditures are recorded in delivery departments.

In 2003/04, $191.1 in authority was transferred to the Department of Labour and Immigration, Office of the Fire Commissioner, leaving a balance of $308.9 in expenditure authority in the appropriation.

26-4 Security Initiatives

Actual 2003/04 $000s	Estimate 2003/04 $000s	Variance Over (Under) $000s	Expl. No.	Actual 2002/03 $000s	Variance Over (Under) $000s	Expl. No.
-	309	(309)	1	-	-	

1. The variance reflects lower than anticipated requests from departments for expenditure authority.

Five Year Expenditure Summary *

1999/00 $000s	2000/01 $000s	2001/02 $000s	2002/03 $000s	2003/04 $000s
-	-	-	-	-

* As previously indicated, expenditure authority is transferred to departments delivering Security Initiative projects on an as required basis. As a result, actual expenditures are reflected in the delivery departments.

Internal Reform, Workforce Adjustment and General Salary Increases

This appropriation provides funding for various internal reform initiatives as well as any workforce adjustment costs which may result from changes in program design. This appropriation also provides for any costs related to general salary increases in government departments where the amount of the increase by department was not known at the time of tabling of the estimates. Normally, expenditure authority is transferred to departments on an as required basis. As a result, actual expenditures are recorded in delivery departments.

In 2003/04, $27.7 million in authority was transferred to various departments, leaving a balance of $7.3 million in expenditure authority in the appropriation.

26-4 Internal Reform, Workforce Adjustment and General Salary Increases

Actual 2003/04 $000s	Estimate 2003/04 $000s	Variance Over (Under) $000s	Expl. No.	Actual 2002/03 $000s	Variance Over (Under) $000s	Expl. No.
-	7,340	(7,340)	1.	-	-	

1. The variance reflects lower than anticipated requirements in 2003/04.

Five Year Expenditure Summary [1]

1999/00 [2] $000s	2000/01 [3] $000s	2001/02 $000s	2002/03 $000s	2003/04 $000s
19,564	28,101	-	-	-

[1] Normally, funding for the purposes of internal reform, workforce adjustment and/or general salary increases is allocated from this enabling appropriation to departmental program appropriations where the costs are incurred; actual expenditures are not reflected under this appropriation. However, in prior years, extraordinary or one-time costs for government programming were incurred under this appropriation.

[2] In 1999/2000, a provision of $24.7 million was made to reflect the loss related to the portion of the investment in the Better Systems Initiative that had no future benefit and a $5.0 million provision was made for the province's commitment to the Community Access Program. These provisions were partially offset by a $(11.1) million reduction in the province's liability related to the Y2K project.

[3] In 2000/01, a non-recurring expense was incurred due to the establishment of a provision for the province's liability related to the termination of the water power rental agreement with Manitoba Hydro.

Other Appropriations

Allowance for Losses and Expenditures Incurred by Crown Corporations and Other Provincial Entities

This appropriation provides funding for losses and expenditures incurred by various Crown corporations, agencies, boards and commissions, and other provincial entities which are not otherwise provided for through a department's estimates of expenditure.

Manitoba Potash Corporation - The province funds 49% of the corporation's annual operating costs as per a joint venture agreement with Potamine Potash Mining of Canada Inc. 2003/04 payments totaled $125.0.

Venture Manitoba Tours Ltd. - The province maintains a provision for potential losses related to the operation of Venture Manitoba Tours Ltd., a provincial Crown corporation which operates the Gull Harbour Resort and Conference Centre, including the Hecla Golf Course, as well as the Falcon Lake Golf Course and Games Area. The provision also recognizes the province's exposure on an outstanding loan guarantee issued by the province for the Gull Harbour Resort. The 2003/04 cost was $542.6.

27-2 Allowance for Losses and Expenditures Incurred by Crown Corporations and Other Provincial Entities

Actual 2003/04 $000s	Estimate 2003/04 $000s	Variance Over (Under) $000s	Expl. No.	Actual 2002/03 $000s	Variance Over (Under) $000s	Expl. No.
668	790	(122)		6,760	(6,092)	1

1. The year-over-year decrease mainly results from an unanticipated 2002/03 provision for Manitoba Hazardous Waste Management Corporation to more accurately reflect the corporation's financial position ($4,547.2) and higher than anticipated 2002/03 operating and capital requirements for Gull Harbour Resort and Falcon Lake Golf Course which are operated by Venture Manitoba Tours Ltd. ($1,590.7).

Five Year Expenditure Summary

1999/00 $000s	2000/01 $000s	2001/02 $000s	2002/03 $000s	2003/04 $000
236	958	1,585	6,760	668

Better Systems Initiative

This appropriation provided for operating costs associated with the Better Systems Initiative. Costs relate to maintenance fees as well as general operating costs for assets developed under the Initiative.

27-5 Better Systems Initiative

Actual 2003/04 $000s	Estimate 2003/04 $000s	Variance Over (Under) $000s	Expl. No.	Actual 2002/03 $000s	Variance Over (Under) $000s	Expl. No.
12,248	12,673	(425)		9,199	3,049	1

1. The number, size and scope of projects being undertaken vary from year to year. However, the 2003/04 increase is primarily attributable to the purchase of a software upgrade and more maintenance projects being undertaken.

Five Year Expenditure Summary

1999/00 $000s	2000/01 $000s	2001/02 $000s	2002/03 $000s	2003/04 $000s
-	5,398	9,024	9,199	12,248

PART B – CAPITAL INVESTMENT

Internal Reform, Workforce Adjustment and General Salary Increases

The expenditures in this appropriation reflect costs incurred in 2003/04 associated with cross-departmental initiatives that involve system development and/or redevelopment work in government such as Better Systems Initiatives. Also, similar to Part A – Operating Expenditures, voted authority for Internal Reform, Workforce Adjustment and General Salary Increases may be transferred to departmental Part B accounts to undertake specific information technology projects, on an as required basis. In 2003/04, funding of $6,610 was allocated for various initiatives. In these instances, actual expenditures are recorded by delivery departments.

B.10 Internal Reform, Workforce Adjustment and General Salary Increases

Actual 2003/04 $000s	Estimate 2003/04 $000s	Variance Over (Under) $000s	Expl. No.	Actual 2002/03 $000s	Variance Over (Under) $000s	Expl. No.
5,998	12,180	(6,182)	1	12,426	(6,428)	2

1. The variance primarily reflects fewer than anticipated departmental requests for expenditure authority to undertake eGovernment Initiatives.

2. The year-over-year decrease mainly results from the completion of approved system development projects under the Better Systems Initiative.

Five Year Expenditure Summary

1999/00 $000s	2000/01 $000s	2001/02 $000s	2002/03 $000s	2003/04 $000s
11,972	10,537	16,619	12,426	5,998